

ASSEMBLY BILL

No. 1016

Introduced by Assembly Member Ridley-Thomas

February 22, 2005

An act relating to taxation.

LEGISLATIVE COUNSEL'S DIGEST

AB 1016, as introduced, Ridley-Thomas. Direct broadcast satellite services: tax.

Existing law imposes various taxes with respect to the sale, use, or distribution of various products sold in this state.

This bill would state the intent of the Legislature to impose a tax on direct broadcast satellite providers in an amount equal to 8% of the amount the provider charges its customers for monthly service. This bill would also state the intent of the Legislature that the revenues derived from the tax be shared equally between the state and local governments.

Vote: majority. Appropriation: no. Fiscal committee: no.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. It is the intent of the Legislature to enact the
2 necessary statutory changes to impose a tax on direct broadcast
3 satellite providers in an amount equal to 8 percent of the amount
4 the provider charges its customers for monthly service, which tax
5 would be administered by the State Board of Equalization. It is
6 the further intent of the Legislature to ensure that the revenues
7 derived from the tax be shared equally between the state and
8 local governments.

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